OMPROMISE ON COLLEGE APPROPRIATIONS IS LIKELY

Roosevelt Signs Beer Bill, Effective April 6th Ehringhaus Group

SIGNATURE GIVEN BY THE PRESIDENT AS BILL ARRIVES

Loses No Time In Legalizing Beer and Wine as Photographers Make **Pictures**

\$125,000,000 REVENUE EXPECTED FROM IT

Came From Halls of Congress Tied Up Neatly In Red Ribbon; Beer Will Be Salable in 14 States With 3.2 Percent Alcoholic Con-

Washingotn, March 22 (AP)-President Roosevelt signed the 3.2 percent beer and wine bill into law today immediately on receiving it from the Capitol.

It legalizes the beverages to be sold were not otherwise prohibited as soon a, the clock strikes midnight April Fourteen states allow the beer, which must be held to 3.2 percent alcoholic by weight, or four percent by

Wasting no time on the act, to which he looks for at least \$125,000,-000 tax contribution toward balancing the budget, Mr Roosevelt, as soon as the bill reached the White House, crossed over to the cabinet room to af ix hi ssignature along yith that of Vice-President Garner, that had been put un two minutes after the Senate

The President went to the cabinet room by pre-arrangement to enable photographers to record the scene,

The President signed the bul at 2 p. m., eastern time. From congresicnal nalls it had been taken to him, done up neatly in red ribbon by Representatives Cullen and O'Connor, of New York; McCormack, of Massasetts, and Parsons and Sabath, of

Illinois, all Democrats. Officen sponsored the law on the legislative course.

HEARING TOMORROW ON BEER IN STATE

Raleigh, March 22 (AP)—Senate Juniclary Committee No. 1 tomorrow will hold a public hearing on the Francis bill to legalize the sale of beer in North Carolina and provide for its taxation.

Two somewhat similar bills were killed by a House judiciary committee when they were reported unfavorably.

A Report Two Bills Upon

Relate to Calling Charlotte; Mrs. Charles R. Whitaker, of Southern Pines, and other State Convention To Act on Killing Eighteenth Amendment

Raleigh, March 22-(AP)-Two con flicting bills to create a State convention to consider the Blaine resolution repealing the eighteenth amendment were favorably reportd eto the two

branches of the legislature today. Immediately an effort was launched to have the Supreme Court immediately rule on the constitutionality of calling a special election on the con-

vention question. The Senate half of the committee on constitutional amendments favorably reported the MacLean bill to provide for a vote on the convention at the general election of 1934, with a convention of 120 members to be selected at the same time.

The House portion reported favorably the Murphy-Waynick bill to call a special election this year on the convention and to nominate convention candidates by petition methods.

OF NORTH CAROLINA. Fair, slightly warmer in west portion tonight; Thursday increasing cloudiness and warmer; thawers Thursday night and probably in west portion in afternoon. Hundreds Flee as Floods Sweep Cincinnati



river rising to its highest stage since the lower business district of Cincin- distance, against bu'ldings.

1913, filood waters have caused con- nati looking east on Water Street

With the mildele recahes of the Ohio siderable damage. This is a view in from Walut street. Note steamer in

Industrial Banks Might Enter Federal Reserve

Coast Guard Is Reducing Bases

Washington, March 22.-(AP)-A curtailment of coast guard activities, brought about by a decrease in appropriations, already caused 12 coast guard bases to be de-commissioned. The reduction will affect 475 men.

The de-ocmmissioned bases include that at Gull Shoal, N. C.

MRS. S. P. COOPER PRESIDING LEADER

Henderson Lady Directs D. A. R. Meet In Charlotte; Reports Heard

Charlotte, March 22.-(AP)-Reports of officers and committee chairmen of the Daughters of the American Revolution were made today as the organization prepared to wind up its 33rd annual State conference with the election of officers.

Mrs Sydney Perry Cooper, of Hen-Dry Repeal derson, State regent, presided over the session. Reports were mad by Mrs. Cooper, Mrs. J. Talbot Johnson, of Aberdeen; Mrs. Alston Morrison, of Charlotte; Mrs. Charles R. Whitaker, and district committee chairman. Mrs. Lindsay Patterson, of Winston-Salem; Mrs. C. M. Parks, of Morehead City; Mrs. A. H. Powell, of Oxford; and Mrs. W. O. Spencer, of Winston-Salem, too part in the opening exer-

Recruiting Idle Men Is To Begin

Washington, March 22.—(AP)—Selection of the unemployed for the conservation corps is expected by Presi- private mortgages. dent Roosevelt to be made under the

Department of Labor. The President was said today to intend to use enlistment stations of the War Department, but he does not regard the proposed corps as militaristic or under military control.

Camps will be established and normal order and discipline of course, will be insisted upon in these.

Counting the dollar a day pay and tures for food, housing and medical in many communities.

Well Defined Movement Under Way for Such Legislation To Be Enaced by Congress

HOOD IS ACTIVE IN AGITATING PROJECT

If They Could Buy Federal Reserve Stock, It Would Make Their Paper Eligible for Reserve as Basis for New Currency Now Being Issued

Raleigh, March 22.—(AP)—Gurney P. Good, State bank commissioner, today revealed that a well defined movement is under way to have Congress enact legislation to permit industrial banks to join the Federal Re-

Hood, who recently made a trip to Washington and New York to press his suggestion that industrial banks be allowed to buy Federal Reserve bank stock and thereby become members of the system, said it had been found that North Carolina State laws

would permit the membership. "If the industrial banks of the nation could be members of the Federal Reserve, then their individual paper, the most liquid bank assets in the nation, would be available to the Federal Reserve as additional basis to back this new currency being issued," Hood said.

Mortgages Refinance ActComing

Washington, March 22.-(AP) President Roosevelt soon will send to Congress his proposal for refinancing agriculture and home mortgages.

This legislation, which will provide also for reduction in interest rates on mortgages, will be ready for Congress by the end of the week.

Final details are being perfected, it was disclosed in high quarters today, while Congress goes ahead with work on the farm relief bill.

The new legislation is contemplated to include both government and

TWO GUILFORD MEN ARRESTED IN THEFT

Greensboro, March 22.—(AP)-W. S. Isom and W. B. Stafford, of Summerfield, were arrested today on warrants charging embezzlement of more than \$5,000 fro mthe partnership funds of the Summerfield Lumber Company, the additional government expendi- Isom is a partner with Howard Simpson, fermer cashier of the Bank of care, the President feels that this Sumr erfield, in the lumber company, wage will come very near the level and Stafford is the company's liquidat

Federal Gasoline

Tax To Be Kept

Washington, March 22 .- (AP)-Representative Byrns, of Tennessee, House Democratic leader, today told newspaper men that the one cent-a-gallon gasoline tax would be re-enacted at the special session of Congress.

Shortened

Daily Dispatch Bureau, In the Sir Walter Hotel, BY HENRY LESESNE. Raleign, March 22.—The apparently

incerasing sentiment over the State for Governor Thringhaus' program of a sales tax and an eight months school term has had no tangible effect on the line-up of the Senate on the governor's plan, but it has brought a lot of optimism to administration leaders in the upper branch of the General Assembly, who are convinced that the drastic Bow'e-Cherry appropriations bill cannot keep the State operating on an adequate basis for the next two years.

The Snate it has been conceded for week or more, is ready to support the administration program. The upper house is far from being solidly behind the governor's plan, but the administration leaders have a safe working majority. Thus, while it is marking time, so to speak, until the House does what it is going to do with the pivotal appropriations measure, members of the Senate are more keenly interestd in what goes on across the hall than they are in the relatively unimportant calendar confronting

Watching Every Break. Many of them are watching for every break in the Bowie-Cherry lines

(Continued on Page Six).

Beverly Hills, Calif., March 22 Here is a heart-breaking thing for an income taxpayer to relate: Did you notice, in this, the

worst year in history, that the refceipts from the income tax doubled over last year? Well, that kind er knocks into a cock hat the idea that if you taxed incomes too much, there wouldn't be any. That is a lot of hooey!

Folks that can earn money will earn it, no matter what percentage they themselves get out of it. but you must always remember the government has left one loophole open for those with money, and that is the tax exempt bods. So, our financial ill swill never be settled till you fix so every man earns, be it a farm grocery store, will pay an income on what he or municipal or government bonds Yours,

WILL,

HITLER BECOMES IN ANOTHER DAY Polish Miners To

Reichstag To Abdicate Its Powers To Him For Period of the Next Four Years

LAST VESTIGES OF **DEMOCRACY TO GO**

United States May Make Diplomatic Protest To New Ruler on Reported Mistreatment of Jews in Germany; Investigation of Reports Ordered

Berlin, March 22.-(AP)-The first German Reichstag controlled by Adolf Hitler in his political career of 14 years meets tomorrow to hear him outline the government policy he intends to carry out for four years without its aid.

The Reichstag is expeted to move swiftly towards the goal he has set wiping out the last vestigaes of democracy in Germany by ending its own existence for the allotted four years, or at least as long as he remans chancellor.

It is almost an absolute certainty that the enabling act drawn up by Hitler, giving himself dictatorial powers for that period, and completing setting aside the present republican constitution will be approved.

UNITED STATES READY TO PROTEST IN JEWS' BEHALF

Washington, March 22. -(AP)-Ready to make a formal dislomatic protest, if necessary, the American government today sought to learn of-THE SENALE GROWN ficially if Sews in Germany are being mistreated by the new Hitler govern ment.

On the heels of a protest from prom If House Agrees, Legislative bi Stephen S. Wis, the State Department immediately informed Ambasment inent American Jews, headed by Rabsador Sackett at Berlin of the concern felt here, on the basis of press reports, and asked him to check officially on their accuracy.

This move, preliminary to possible diplomatic representations, was taken on the very day of the opening of the Reichstag, which is expected to legal'ze a four-year dictatorship for the fiery and powerful Chancellor

LOSES HIS APPEAL

Clay Fogleman, of Rockingham County, To Be Elec. trocuted Shortly

Raleigh, March 22.-(AP)- Clay Fogleman, convicted in Rockingham county of murder, today lost an appeal to the State Supreme Court, and will be electrocuted unless the governor grants him clemency.

The court also found no error in the 25 or 30 year sentence imposed on Herman Casey in Lenior county for second degree murder. Casey's case has been one of the most important in the recent legal history of North Carolina, he having been first sentenced to electrocution and then grant ed a new trial after five appeals to the Supreme Court from the first ap-

Prison sentences imposed on Dr. Dan Harris in Wake county for having carnal knowledge of a girl under 16 years of age, and on Nealie Brown, woman convicted of manslaughter in Durham county, were also upheld. The high court found no error in

charged with murdering W. J. Carter, a 61-year-old store-keeper. Casey was convicted first of the murder of James C. Causey, Suffolk, Va., and Goldsboro lumberman, but after one of the most bitterly waged fights in the State's history, he gained a new trial. It took more than

the conviction of Fogleman. He was

800 veniremen before a jury could be selected to try him the next time, and the second degree verdict resulted. Harris, a self-styled cancer spe-15 years in prison upon conviction of having wronged a girl he took to live

in his home. Nealie Brown was convicted along with Shubert Lanier and Adoph Ed-

Will Accept Only Few Amendments

Stay Underground

Warsaw, Poland, March 22-(AP) Declaring they would rather die of hunger under ground than slowly starve to death without jobs, more than 700 coal miners at Klimontow have refused to come to the surface after completing Sat-

urday's shift. They have have remained under ground on hunger strike in protest of a plan of mine operatives to flood two shafts in which they

The Polish government recently declined to permit a 15 percent wage cut and also reduce the price of domestic coal 17 percent, on an average. Following this action, the operators decided to flood the shafts, both expensive to operate.

Break-Up of Bowie-Cherry Bloc Means Ehringhaus Program Will Likely Be Adopted

APPROPRIATION VOTE TEST ON SALES TAX

Having Failed in Major Economy Move, Some To Switch to Other Extreme and Get Relief By Eight Monhs School Term

Daily Dispatch Burena, In the Sir Walter Hotel, BY J. C. BASKERVILL.

Raleigh, March 22.-Enactment of an appropriations bill providing for State-supported eight months school term with a general sales tax to provide the revenue for it, as recommendea by Governor J. C. B. Ehringhaus, is now expected within the next two or three weeks, as the result of the break-up of the Bowie-Cherry bloc. For the victory of the administration forces is restoring the original committee appropriation for the support of the six months school term and extended term aid, amounting to \$14,-050,000, by a vote of 58 to 43, now means that the budget cannot be balanced without a sales tax, even with only a six months school term. All the members of the Bowie-Cherry bloc, as well as all the others who voted for the larger appropriation, know this.

Test Vote on Sales Tax. As a result, this vote of 58 to 43 by which the committee appropriation for the six months school term was restored to the bill and the Bowie-

(Continued on Page Three.)

THIRD MARCH FUND ON RELIEF MAILED

Raleigh, March 22.-(AP) -The third Ma . alletment of Tederal relief funds to the State's 100 counties, aggregating \$267,750 were Office of Relief. The fourth allotment of the \$1,071,000 for the month will go forward next week.

CHOWAN TOLLS TO **BE CUT TOMORROW**

Rates for Private Cars on River Bridge Reduced From 75 Cents To 25 Cents Raleigh, March 22.—(AP)—Reduced

tolls on the Chowan river bridge near Edenton will probably go into effect tomorrow morning, E. B. Jeffress, cialist of Raleigh, was given ten to chairman of the State Highway Commission, said today.

All toll rates are cut materially, those for private cars being reduced from 75 cents to 25 cents.

The rate reductions were ordered wards in connection with the death several weeks ago, but could not be of Ambrose Lenior, a Duplin store placed into effect until new parts for keeper, in a hold-up. Each defendant the cash registers on the toll bridge ed as likely that the house will finish was sentenced to 15 years in prison, arrived. The parts were in Norfolk, with the appropriations bill until toand the woman was the only one to Va. today, and were to be installed at the bridge tonight.

Holding Out for Adequate Provision for State's Institutions of Higher Learning

RANKS OF ECONOMY BLOC ARE BROKEN

Senate Finance Committee Deletes Foreign Stock Tax. ation and Limits Property Revaluations to One-Third Cut Under Present Assess. ed Values

Raleigh, March 22.-(AP)- The House today put off consideration of the binnial appropriation bill until tonight so that leaders of opposing factions could attempt to reach a compromise on allotments to State collegs and departments, while the Senate spent several hours in debate on

the biennial revenue machinery act. The supply bill for 1933-35, carrying about \$76,000,000, and being about half way between the measure of the Bowie-Cherry economy group and the appropriations committee proposals, was to have been taken up on second reading.

Representative Martin, of Craven, eader of the Ehringhaus forces, seeking allotments aggregating close to \$83,000,000, said some adjustments might be made in State departmental allotments, but only slight changes would b agreeable for institutions of higher learning.

Representative Cherry, of Gaston, cconomy leader, said it was still his hope to keep down educational allotments. The supply bill adopted by the House in committee of the whole, contained the Bowie-Cherry allotments for colleges and State and the appropriations committee figures for public schools and charitable and correctional institutions.

The economy bloc controlled the House last week when the first part House Members Inclined of the bill was adopted, but its ran't was broken Monday night by the arministration forces. The Senate dobate on the machinery bill consumed three hours, but no vote was taken before the body adjourned to meet again tomorrow.

Under the bill as amended by the Senate Finance Committee no provision is made for ad valorem taxation of foreign stocks, and reduction in valuations of real property are limited to 33 1-3 percent of the presert value. The House passed the measu: containing a section to tax the stocks and another to allow unlimited reductions in valuations.

The House spent two hours in dobate on a local bill to prohibit the use of long haul or dragnets over 50) yards long in Beaufort county waters. The measure was finally passed and the House then recessed to take up the appropriations bill tonight,

Legislature **End Is Now** Likely Near

Melting of Bowie -Cherry Bloc Means Close Two or Three Weeks From Now

Daily Dispatch Bureau, In the Sir Walter Hotel, J. C. BASKERVILL. Raleigh, March 22.—The melting of the Bowie-Cherry bloc, which turned out to be ice rather than granite when the people back home started building fires under its members, has at last brought the end of the General As-

sembly into sight some two or three weeks hence. For it is now conceded that an eight months school term will probably be adopted, which will make necessary the adoption of some kind of sales tax-probably a general sales tax-in order to provide the necessary revenue.

But from two to three weeks will be required to permit the enactment of the required revenue and school legislation, it is agreed, even should the house decide to amend the appropriations bill now before it to provide for a State supported eight months school term. It is not regard-

(Continued on Page Three)